

General Assembly

Substitute Bill No. 7142

January Session, 2007

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AN ACT CONCERNING FARM WINERIES.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

- Section 1. Section 30-16 of the general statutes is repealed and the following is substituted in lieu thereof (*Effective from passage*):
- 3 (a) A manufacturer permit shall allow the manufacture of alcoholic 4 liquor and the storage, bottling and wholesale distribution and sale of 5 alcoholic liquor manufactured or bottled to permittees in this state and 6 without the state as may be permitted by law; but no such permit shall be granted unless the place or the plan of the place of manufacture has 8 received the approval of the Department of Consumer Protection. A 9 holder of a manufacturer permit may apply for and shall receive an 10 out-of-state shipper's permit for manufacturing plants and warehouse 11 locations outside the state owned by such manufacturer or a 12 subsidiary corporation thereof, at least eighty-five per cent of the 13 voting stock of which is owned by such manufacturer, to bring into 14 any of its plants or warehouses in the state alcoholic liquors for 15 reprocessing, repackaging, reshipment or sale either (1) within the 16 state to wholesaler permittees not owned or controlled by such 17 manufacturer, or (2) outside the state. A holder of a manufacturer 18 permit, except a manufacturer permit for cider, may apply for and 19 shall receive a wholesaler permit. The annual fee for a manufacturer 20 permit shall be one thousand six hundred dollars.

- (b) A manufacturer permit for beer shall be in all respects the same as a manufacturer permit, except that the scope of operations of the holder shall be limited to beer, but shall permit the storage of beer in any part of the state. Such permit shall also authorize the offering and tasting, on the premises of the permittee, of free samples of beer brewed on such premises and the selling at retail from the premises of sealed bottles or other sealed containers of such beer for consumption off the premises. The offering and tasting shall be limited to visitors who have attended a tour of the premises of the permittee. Such selling at retail from the premises of sealed bottles or other sealed containers shall comply with the provisions of subsection (d) of section 30-91 and shall permit not more than eight liters of beer to be sold to any person on any day on which such sale is authorized under the provisions of subsection (d) of section 30-91. The annual fee for a manufacturer permit for beer shall be eight hundred dollars.
- (c) A manufacturer permit for cider not exceeding six per cent alcohol by volume and apple wine not exceeding fifteen per cent alcohol by volume shall allow the manufacture, storage, bottling and wholesale distribution and sale at retail of such cider and apple wine to permittees and nonpermittees in this state as may be permitted by law; but no such permit shall be issued unless the place or the plan of the place of manufacture has received the approval of the department. The annual fee for a manufacturer permit for cider shall be one hundred sixty dollars.
- (d) A manufacturer permit for apple brandy and eau-de-vie shall be in all respects the same as a manufacturer permit, except that the scope of operations of the holder shall be limited to apple brandy or eau-de-vie, or both. The annual fee for a manufacturer permit for apple brandy and eau-de-vie shall be three hundred twenty dollars.
- (e) (1) A manufacturer permit for a farm winery shall be in all respects the same as a manufacturer permit, except that the scope of operations of the holder shall be limited to wine and brandies distilled from grape products or other fruit products, including grappa and

eau-de-vie. As used in this section, "farm winery" means any place or premises, located on a farm in the state in which wine is manufactured and sold.

(2) Such permit shall authorize (A) the sale in bulk by the holder thereof from the premises where the products are manufactured pursuant to such permit; (B) as to a manufacturer who produces one hundred thousand gallons of wine or less per year, the sale and shipment by the holder thereof to a retailer of wine manufactured by the farm winery permittee in the original sealed containers of not more than fifteen gallons per container; (C) the sale and shipment by the holder thereof of wine manufactured by the farm winery permittee to persons outside the state; (D) the offering and tasting of free samples of such wine or brandy to visitors and prospective retail customers for consumption on the premises of the farm winery permittee; (E) the sale at retail from the premises of sealed bottles or other sealed containers of such wine or brandy for consumption off the premises; (F) the sale at retail from the premises of wine or brandy by the glass and bottle to visitors on the premises of the farm winery permittee for consumption on the premises; and (G) subject to the provisions of subdivision (3) of this subsection, the sale and delivery or shipment of wine manufactured by the permittee directly to a consumer in this state. Notwithstanding the provisions of subparagraphs (D), (E) and (F) of this subdivision, a town may, by ordinance or zoning regulation, prohibit any such offering, tasting or selling at retail at premises within such town for which a manufacturer permit for a farm winery has been issued.

(3) A permittee, when selling and shipping wine directly to a consumer in this state, shall: (A) Ensure that the shipping labels on all containers of wine shipped directly to a consumer in this state conspicuously state the following: "CONTAINS ALCOHOL—SIGNATURE OF A PERSON AGE 21 OR OLDER REQUIRED FOR DELIVERY"; (B) obtain the signature of a person age twenty-one or older at the address prior to delivery, after requiring the signer to demonstrate that he or she is age twenty-one or older by providing a

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valid motor vehicle operator's license or a valid identity card described in section 1-1h; (C) not ship more than five gallons of wine in any sixty-day period to any person in this state; (D) pay, to the Department of Revenue Services, all sales taxes and alcoholic beverage taxes due under chapters 219 and 220 on sales of wine to consumers in this state, and file, with said department, all sales tax returns and alcoholic beverage tax returns relating to such sales; (E) report to the Department of Consumer Protection a separate and complete record of all sales and shipments to consumers in the state, on a ledger sheet or similar form which readily presents a chronological account of such permittee's dealings with each such consumer; (F) not ship to any address in the state where the sale of alcoholic liquor is prohibited by local option pursuant to section 30-9; and (G) hold an in-state transporter's permit pursuant to section 30-19f or make any such shipment through the use of a person who holds such an in-state transporter's permit.

- (4) No licensed farm winery may sell any such wine or brandy not manufactured by such winery, except a licensed farm winery may sell from the premises wine manufactured by another farm winery located in this state.
- (5) The farm winery permittee shall produce on the premises of the farm winery or on property adjacent to the farm winery and either (A) under the same ownership and control of said permittee or (B) leased by said permittee, within the state an average crop of fruit equal to not less than twenty-five per cent of the fruit used in the manufacture of the farm winery permittee's wine. For the purposes of this subdivision, "adjacent to" includes property through which a public or private right-of-way passes. An average crop shall be defined each year as the average yield of the farm winery permittee's two largest annual crops out of the preceding five years, except that during the first seven years from the date of issuance of a farm winery permit, an average crop shall be defined as three tons of grapes for each acre of vineyard farmed by the farm winery permittee.

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- 121 (6) A holder of a manufacturer permit for a farm winery, when 122 advertising or offering wine for direct shipment to a consumer in this 123 state via the Internet or any other on-line computer network, shall 124 clearly and conspicuously state such liquor permit number in its 125 advertising.
- 126 (7) The annual fee for a manufacturer permit for a farm winery shall 127 be two hundred forty dollars.
 - (f) A manufacturer permit for a brew pub shall allow the manufacture, storage and bottling of beer, the retail sale of alcoholic liquor to be consumed on the premises with or without the sale of food, and the selling at retail from the premises of sealed bottles or other sealed containers of beer brewed on such premises for consumption off the premises, provided that the holder of a manufacturer permit for a brew pub produces at least five thousand gallons of beer on the premises annually. Such selling at retail from the premises of sealed bottles or other sealed containers shall comply with the provisions of subsection (d) of section 30-91 and shall permit not more than eight liters of beer to be sold to any person on any day on which such sale is authorized under the provisions of subsection (d) of section 30-91. The annual fee for a manufacturer permit for a brew pub shall be two hundred forty dollars.

This act shal sections:	l take effect as follov	vs and s	shall amend the following
Section 1	from passage		30-16

Statement of Legislative Commissioners:

Subdivision (5) of subsection (e) was rephrased for clarity.

GL Joint Favorable Subst.

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